

# **NALA LOCAL MUNICIPALITY**



## **MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK**

**First Draft Budget 2017-18**

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PART 1

1.2. RESOLUTIONS

1. Council hereby resolve that the first annual draft budget of the municipality for the financial year 2017-18; and indicative budget for the two outer years 2018-19 and 2020-21 be approved as set-out in:

- a) Table A1: Budgeted Summary  
b) Table A2: Budget Financial Performance (revenue & expenditure by standard classification)

- c) Table A3: Budget Financial Performance (revenue & expenditure by municipal vote)  
d) Table A4: Budget Financial Performance (revenue & expenditure)

- e) Table A5: Budgeted Capital Expenditure by vote, standard classification and funding  
f) Table A6: Budget Financial Position

- g) Table A7: Budget Cash Flow  
h) Table A8: Cash backed reserves / accumulated surplus reconciliation

- i) Table A9: Asset Management  
j) Table A10: Basic Service Delivery Measurement

1.2. EXECUTIVE SUMMARY

The first draft of the budget is prepared in line with chapter four of Municipal Finance Management act, section 16 as outlined below.

The council of a municipality must for each financial year approve an annual budget for the municipality before the start of that financial year. (2) In order for a municipality to comply with subsection (1), the mayor of the municipality must table the annual budget at a council meeting at least 90 days before the start of the budget year. (3) Subsection (1) does not preclude the appropriation of money for capital expenditure for a period not exceeding three financial years, provided a separate appropriation is made for each of those financial years.

Outlined below are the economic conditions considered:

**ECONOMIC INDICATORS**

Indicator %	2014/15 %	2015/16 %	2016/17 %	2017/18 %
Consumer Inflation	6.2	6.3	6.6	5.7
GDP Growth	2.7	4.9	1.2	2
Prime Overdrafts	10.5	9.25	10.5	10.5
Electricity increase by Eskom	7.39	14.24	9.4	0.31
Increase in Bulk Water (Sedibeng Water)	8.8%/ R8.14	8.3% / R8.824	5.91% / R9.32	8% / R10.07
Salaries & Wages	6.8	7.3	7	7.2

- (a) The need to develop tariffs that are cost reflective of providing such services, as a municipality we have now been able to develop cost reflective tariffs or cost of supplying the services. We have now confirmed cross subsidisation on service charges, which indicates serious inefficiencies in the manufacturing processes of the municipalities, naming but a few , lack of consequence management and lack of accountability, not to mention lack of skill;
- (b) Wage increases (including long service bonuses) for municipal staff that continue to exceed consumer inflation as well as the need to fill critical vacancies;
- (c) The need to meet the community expectations in terms of service delivery with the limited financial resources at hand.

**1.5. ANNUAL BUDGET TABLES**

Below are the annual tables as per the requirements of Municipal Budget and Reporting Regulations:

- a) Table A1: Budget summary
- b) Table A2: Budget: Financial Performance
- c) Table A3: Budget Financial Performance (revenue and expenditure by municipal vote)
- d) Table A4: Budget Financial Performance (revenue and expenditure)
- e) Table A5: Budgeted Capital Expenditure by vote, standard, classification and funding
- f) Table A6: Budget Financial Position
- g) Table A7: Budget Cash flow
- h) Table A8: Cash backed reserves/accumulated surplus reconciliation
- i) Table A9: Asset Management
- k) Table A10: Basic service delivery measurement



# NALA LOCAL MUNICIPALITY 2017-18 Medium Term Expenditure and Revenue Framework Work

FS185 Nala - Table A1 Budget Summary

Description	2013/14	2014/15	2015/16	Current Year 2016/17				2017/18 Medium Term Revenue & Expenditure Framework	
	Audited	Audited	Audited	Original	Adjusted	Full Year	Pre-audit	Budget Year	Budget Year
<b>Financial Performance</b>									
Property rates	12,061	16,035	19,829	21,485	19,945	19,945	19,945	22,622	24,092
Service charges	129,446	137,665	137,520	213,545	188,213	188,213	188,213	205,557	228,002
Investment revenue	1,191	1,778	2,366	-	-	-	-	-	-
Transfers recognised - operational	136,825	132,143	123,517	118,583	110,970	110,970	110,970	103,469	120,268
Other own revenue	12,227	19,417	39,728	35,073	34,916	34,916	34,916	37,376	41,719
Total Revenue (excluding capital transfers and contributions)	291,878	307,037	322,959	388,686	354,044	354,044	354,044	367,642	414,081
Employee costs	111,712	117,831	124,547	134,677	130,536	130,536	130,536	140,015	162,264
Remuneration of councillors	6,977	7,086	7,577	7,844	7,993	7,993	7,993	7,770	8,838
Depreciation & asset impairment	48,732	53,066	51,215	27,760	57,703	57,703	57,703	61,996	68,530
Finance charges	21,193	28,617	27,262	16,000	24,052	24,052	24,052	25,708	28,696
Materials and bulk purchases	91,106	104,881	112,664	122,521	105,477	105,477	105,477	110,177	120,458
Transfers and grants	-	-	24,000	34,517	34,517	34,517	34,517	36,346	40,377
Other expenditure	49,290	94,199	104,965	55,619	76,924	76,924	76,924	85,794	103,439
Total Expenditure	329,009	405,679	428,232	388,421	437,202	437,202	437,202	467,205	532,601
Surplus/(Deficit)	(37,131)	(98,642)	(105,273)	265	(83,158)	(83,158)	(83,158)	(99,563)	(118,521)
Transfers and subsidies - capital (monetary allocation)	70,372	53,131	40,178	33,299	39,299	39,299	39,299	39,482	41,308
Contributions recognised - capital & contributed	-	-	-	-	-	-	-	-	-
Share of surplus/ (deficit) of associate contributions	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	33,240	(45,511)	(65,095)	33,564	(43,859)	(43,859)	(43,859)	(59,017)	(76,025)
Surplus/(Deficit) for the year	33,240	(45,511)	(65,095)	33,564	(43,859)	(43,859)	(43,859)	(59,017)	(76,025)
<b>Capital expenditure &amp; funds sources</b>									
Capital expenditure	60,881	50,678	37,220	34,300	40,300	40,300	40,300	40,546	42,496
Transfers recognised - capital	60,881	50,678	37,220	33,300	39,300	39,300	39,300	39,482	41,308
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	-	-	1,000	1,000	1,000	1,000	1,064	1,188
Total sources of capital funds	60,881	50,678	37,220	34,300	40,300	40,300	40,300	40,546	42,496
<b>Financial position</b>									
Total current assets	104,470	110,563	121,050	108,432	108,432	108,432	108,432	115,371	128,776
Total non current assets	1,851,056	1,844,587	1,862,941	1,862,518	1,832,575	1,832,575	1,832,575	1,873,125	1,956,419
Total current liabilities	190,257	246,199	324,122	277,034	277,034	277,034	277,034	322,068	359,490
Total non current liabilities	-	-	-	85,381	85,381	85,381	85,381	-	-
Community wealth/Equity	1,765,269	1,708,951	1,619,869	1,608,535	1,578,592	1,578,592	1,578,592	1,667,067	1,732,693
<b>Cash flows</b>									
Net cash from (used) operating	78,526	26,992	45,411	71,636	34,127	34,127	34,127	22,850	30,122
Net cash from (used) investing	(61,808)	(50,256)	(37,107)	(32,299)	(38,299)	(38,299)	(38,299)	(39,482)	(41,308)
Net cash from (used) financing	-	6,187	(12,000)	-	-	-	-	-	-
Cash/cash equivalents at the year end	31,955	14,877	11,180	54,214	10,705	10,705	10,705	(5,927)	(181,445)
<b>Cash backing/surplus reconciliation</b>									
Cash and investments available	31,955	14,877	11,180	1,070	1,070	1,070	1,070	1,138	1,203
Application of cash and investments	129,839	185,965	246,089	156,397	158,478	158,478	158,478	219,618	232,167
Balance - surplus (shortfall)	(97,884)	(171,089)	(234,909)	(155,327)	(157,408)	(157,408)	(157,408)	(218,480)	(243,913)
<b>Asset management</b>									
Asset register summary (WCV)	1,850,938	1,844,463	1,822,819	2,543,387	2,549,387	2,549,387	2,589,937	2,589,937	2,673,231
Depreciation	-	-	-	27,760	57,703	57,703	61,996	64,996	68,530
Renewal of Existing Assets	-	-	-	-	-	-	-	-	-
Repairs and Maintenance	4,746	7,918	7,509	15,324	8,721	8,721	7,986	7,986	8,914
<b>Free services</b>									
Cost of Free Basic Services provided	-	-	-	-	10,992	10,992	-	-	-
Revenue cost of free services provided	-	-	-	-	-	-	-	-	-
Households below minimum service level	-	-	-	-	-	-	-	-	-
Water:	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:	-	-	-	-	-	-	-	-	-
Energy:	-	-	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	-	-	-	-

## 2017-18 Medium Term Expenditure and Revenue Frame Work

FS185 Nala - Table A2 Budgeted Financial Performance (revenue and expenditure by functional classification)

Functional Classification Description	Ref	1	R thousand		Revenue - Functional		Expenditure - Functional		Total Revenue - Functional		Expenditure - Functional		Total Expenditure - Functional		Surplus/(Deficit) for the year												
			Audited	Outcome	Audited	Outcome	Audited	Outcome	Audited	Outcome	Audited	Outcome	Audited	Outcome	Audited	Outcome											
2013/14			Audited	Outcome	232,674	218,025	207,251	207,313	204,268	204,268	155,018	169,006	146	179,151	504	494	-	-	4,633	4,633	229,636	94,747	57,697	36,131	41,062	0	414,080
2014/15			Audited	Outcome	447	305	1,157	977	693	660	452	478	146	179,151	504	494	-	-	4,633	4,633	229,636	94,747	57,697	36,131	41,062	0	414,080
2015/16			Audited	Outcome	1,336	1,157	977	693	660	452	478	146	179,151	504	494	-	-	4,633	4,633	229,636	94,747	57,697	36,131	41,062	0	414,080	
Current Year 2016/17			Original	Budget	207,313	207,313	204,268	204,268	155,018	169,006	146	179,151	504	494	-	-	4,633	4,633	229,636	94,747	57,697	36,131	41,062	0	414,080		
2017/18 Medium Term Revenue & Expenditure Framework			Adjusted	Forecast	204,268	204,268	155,018	169,006	146	179,151	504	494	-	-	4,633	4,633	229,636	94,747	57,697	36,131	41,062	0	414,080				
2018/19			Budget Year	2017/18	443	452	478	146	179,151	504	494	-	-	4,633	4,633	229,636	94,747	57,697	36,131	41,062	0	414,080					
2019/20			Budget Year	2018/19	468	478	146	179,151	504	494	-	-	4,633	4,633	229,636	94,747	57,697	36,131	41,062	0	414,080						
2020/21			Budget Year	2019/20	494	504	146	179,151	504	494	-	-	4,633	4,633	229,636	94,747	57,697	36,131	41,062	0	414,080						
2021/22			Budget Year	2020/21	504	504	146	179,151	504	494	-	-	4,633	4,633	229,636	94,747	57,697	36,131	41,062	0	414,080						
2022/23			Budget Year	2021/22	504	504	146	179,151	504	494	-	-	4,633	4,633	229,636	94,747	57,697	36,131	41,062	0	414,080						
2023/24			Budget Year	2022/23	504	504	146	179,151	504	494	-	-	4,633	4,633	229,636	94,747	57,697	36,131	41,062	0	414,080						
2024/25			Budget Year	2023/24	504	504	146	179,151	504	494	-	-	4,633	4,633	229,636	94,747	57,697	36,131	41,062	0	414,080						
2025/26			Budget Year	2024/25	504	504	146	179,151	504	494	-	-	4,633	4,633	229,636	94,747	57,697	36,131	41,062	0	414,080						



# NALA LOCAL MUNICIPALITY 2017-18 Medium Term Expenditure and Revenue Framework

FS185 Nala - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)

Vote Description	Ref	R thousand															Surplus/(Deficit) for the year																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																		
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2013/14	1	Vote 1 - Executive and Council	-	159,674	164,894	167,073	174,014	-	-	-	-	-	-	-	-	-	6,977	7,086	7,577	7,844	7,993	194,283	130,006	134,809	-	104,259	104,259	298,558	314,032	4,469	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-



# NALA LOCAL MUNICIPALITY 2017-18 Medium Term Expenditure and Revenue Framework Work

FS185 Nala - Table A4 Budgeted Financial Performance (revenue and expenditure)

Description	Ref	R thousand		Revenue By Source										Total Revenue (excluding capital transfers and contributions)	Expenditure By Type		Total Expenditure	Surplus/(Deficit)	Surplus/(Deficit) for the year																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																									
		Audited	Audited	2013/14	2014/15	2015/16	Audited	Original	Budget	Adjusted	Full Year	Pre-audit	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget 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Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year	Budget Year



# NALA LOCAL MUNICIPALITY

## 2017-18 Medium Term Expenditure and Revenue Framework

FS185 Nala - Table A5 Budgeted Capital Expenditure by vote, functional classification and funding

Vote Description	Ref	R thousand									
		2013/14	2014/15	2015/16	Audited	Original	Adjusted	Full Year	Forecast	Pre-audit	Budget Year
Capital expenditure - Vote	2	Multi-year expenditure to be appropriated									
		Vote 1 - Executive and Council									
Capital multi-year expenditure sub-total	7	Vote 2 - Budget and Treasury Office									
		Vote 3 - Corporate Services									
Capital single-year expenditure sub-total	2	Vote 4 - Community and Social Services									
		Vote 5 - Technical Services									
Total Capital Expenditure - Vote		Vote 6 - Planning and Development									
		Vote 7 - (NAME OF VOTE 7)									
Capital Expenditure - Functional		Vote 8 - (NAME OF VOTE 8)									
		Vote 9 - (NAME OF VOTE 9)									
Total Capital Expenditure - Functional		Vote 10 - (NAME OF VOTE 10)									
		Vote 11 - (NAME OF VOTE 11)									
Capital Expenditure - Functional		Vote 12 - (NAME OF VOTE 12)									
		Vote 13 - (NAME OF VOTE 13)									
Total Capital Expenditure - Functional		Vote 14 - (NAME OF VOTE 14)									
		Vote 15 - (NAME OF VOTE 15)									
Capital Expenditure - Functional		Governance and administration									
		Executive and council									
Total Capital Expenditure - Functional		Finance and administration									
		Internal audit									
Capital Expenditure - Functional		Community and public safety									
		Community and social services									
Total Capital Expenditure - Functional		Sport and recreation									
		Public safety									
Capital Expenditure - Functional		Health									
		Planning and development									
Total Capital Expenditure - Functional		Road transport									
		Environmental protection									
Capital Expenditure - Functional		Trading services									
		Energy sources									
Total Capital Expenditure - Functional		Water management									
		Waste water management									
Capital Expenditure - Functional		Other									
		Waste management									
Total Capital Expenditure - Functional		Total Capital Expenditure - Functional									
		Total Capital Expenditure - Functional									
Capital Expenditure - Functional		Funded by:									
		National Government									
Total Capital Funding		Provincial Government									
		District Municipality									
Total Capital Funding		Other transfers and grants									
		Transfers recognised - capital									
Total Capital Funding		Public contributions & donations									
		Borrowing									
Total Capital Funding		Internally generated funds									
		Total Capital Funding									

# NALA LOCAL MUNICIPALITY

## 2017-18 Medium Term Expenditure and Revenue Frame Work

FS185 Nala - Table A6 Budgeted Financial Position

Description	Ref	R thousand									
		Audited 2013/14	Audited 2014/15	Audited 2015/16	Original Budget	Adjusted Budget	Full Year 2016/17	Pre-audit outcome	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
ASSETS	1	2,191	14,877	11,180	1,070	1,070	1,070	1,070	1,138	1,203	1,270
		29,764	-	-	-	-	-	-	-	-	-
		58,177	69,645	72,830	102,397	102,397	102,397	102,397	108,960	115,160	121,609
		6,288	24,469	34,773	2,761	2,761	2,761	2,761	2,938	3,105	3,279
		6,251	-	-	-	-	-	-	-	-	-
		1,799	1,573	2,266	2,204	2,204	2,204	2,204	2,345	2,479	2,618
		104,470	110,563	121,050	108,432	108,432	108,432	108,432	115,371	121,947	128,776
Non current assets	3										
LIABILITIES	4										
TOTAL ASSETS	5	1,955,526	1,851,056	1,822,941	1,862,518	1,832,575	1,832,575	1,832,575	1,873,125	1,913,919	1,956,419
Current liabilities	4										
Non current liabilities	5										
TOTAL LIABILITIES	5	190,257	246,199	324,122	277,034	277,034	277,034	277,034	322,068	340,426	359,490
COMMUNITY WEALTH/EQUITY	4										
TOTAL COMMUNITY WEALTH/EQUITY	5	1,765,269	1,708,951	1,619,869	1,608,535	1,578,592	1,578,592	1,578,592	1,667,067	1,698,886	1,732,693



# NALA LOCAL MUNICIPALITY 2017-18 Medium Term Expenditure and Revenue Framework

FS185 Nala - Table A7 Budgeted Cash Flows

Description	Ref	R thousand													
		Audited	Audited	Audited	Original	Adjusted	Full Year	Pre-audit	Budget Year	Budget Year	Budget Year				
2013/14	2014/15	2015/16	Current Year 2016/17	Expenditure Framework	Outcome	Outcome	Outcome	Budget	Forecast	outcome	2017/18	2018/19	2019/20		
					Outcome	Outcome	Outcome	Budget	Forecast	outcome	Budget Year	Budget Year	Budget Year		
CASH FLOW FROM OPERATING ACTIVITIES	1	Receipts	12,061	15,322	15,121	21,485	19,944	19,944	188,260	188,260	188,260	21,241	22,622	24,092	
		Property rates	102,238	66,894	90,116	213,545	188,260	188,260	188,260	188,260	188,260	205,557	216,401	228,001	
		Service charges	-	-	-	12,063	9,354	9,354	110,970	110,970	110,970	10,179	10,759	11,361	
		Government - operating	136,472	178,294	161,424	118,583	39,299	39,299	110,970	110,970	110,970	103,469	113,292	120,268	
		Government - capital	61,896	1,778	2,366	33,299	25,561	25,561	39,299	39,299	39,299	39,482	39,665	41,308	
		Interest	1,319	1,778	2,366	23,010	25,561	25,561	39,299	39,299	39,299	27,197	28,747	30,357	
		Dividends	6	6	6	6	6	6	6	6	6	-	-	-	
		Payments	(221,069)	(206,685)	(196,360)	(310,349)	(300,692)	(300,692)	(300,692)	(300,692)	(300,692)	(322,221)	(335,894)	(510,981)	
		Suppliers and employees	(14,397)	(28,617)	(27,262)	(16,000)	(24,052)	(24,052)	(24,052)	(24,052)	(24,052)	(25,708)	(27,174)	(28,696)	
		Transfers and Grants	-	-	-	(24,000)	(34,517)	(34,517)	(34,517)	(34,517)	(34,517)	(36,346)	(38,296)	(40,377)	
NET CASH FROM/(USED) OPERATING ACTIVITIES					78,526	26,992	45,411	71,636	34,127	34,127	22,850	30,122	(124,667)		
CASH FLOWS FROM INVESTING ACTIVITIES	1	Receipts	-	-	-	-	-	-	-	-	-	-	-	-	
		Proceeds on disposal of PPE	-	-	-	-	-	-	-	-	-	-	-	-	
		Decrease (Increase) in non-current debtors	-	-	-	-	-	-	-	-	-	-	-	-	
		Decrease (Increase) other non-current receivables	-	-	-	-	-	-	-	-	-	-	-	-	
		Decrease (Increase) in non-current investments	-	-	-	-	-	-	-	-	-	-	-	-	
		Payments	(61,808)	(50,256)	(37,107)	(33,299)	(39,299)	(39,299)	(39,299)	(39,299)	(39,299)	(40,546)	(40,790)	(42,496)	
		Capital assets	-	-	-	-	-	-	-	-	-	-	-	-	
		CASH FLOWS FROM INVESTING ACTIVITIES	(61,808)	(50,256)	(37,107)	(33,299)	(39,299)	(39,299)	(39,299)	(39,299)	(39,299)	(40,546)	(40,790)	(42,496)	
		NET CASH FROM/(USED) INVESTING ACTIVITIES					(61,808)	(50,256)	(37,107)	(33,299)	(39,299)	(39,299)	(39,482)	(39,665)	(41,308)
		CASH FLOWS FROM FINANCING ACTIVITIES	2	Receipts	-	-	-	-	-	-	-	-	-	-	-
Short term loans	-			-	-	-	-	-	-	-	-	-	-	-	
Borrowing long term/financing	6,187			-	-	-	-	-	-	-	-	-	-	-	
Increase (decrease) in consumer deposits	-			-	-	-	-	-	-	-	-	-	-	-	
Payments	-			-	-	-	-	-	-	-	-	-	-	-	
Repayment of borrowing	(12,000)			-	-	-	-	-	-	-	-	-	-	-	
CASH FLOWS FROM FINANCING ACTIVITIES	-			6,187	(12,000)	-	-	-	-	-	-	-	-	-	
NET CASH FROM/(USED) FINANCING ACTIVITIES					-	6,187	(12,000)	-	-	-	-	-			
NET INCREASE/ (DECREASE) IN CASH HELD					16,718	31,954	14,877	39,337	14,877	14,877	10,705	10,705	10,705		
Cash/cash equivalents at the year end:					31,955	14,876	11,180	54,214	10,705	10,705	10,705	10,705	10,705		
Cash/cash equivalents at the year begin:					15,237	14,876	14,877	14,877	14,877	14,877	10,705	10,705	10,705		
2017/18 Medium Term Revenue & Expenditure Framework					(9,543)	(15,470)	(181,445)	(165,975)	(15,470)	(15,470)	(15,470)	(15,470)	(15,470)		

# NALA LOCAL MUNICIPALITY 2017-18 Medium Term Expenditure and Revenue Frame Work

F-S185 Nala - Table A8 Cash backed reserves/accumulated surplus reconciliation

Description	Ref	R thousand						2017/18 Medium Term Revenue & Expenditure Framework			
		Audited	Audited	Audited	Original	Adjusted	Full Year	Pre-audit	Budget Year	Budget Year	Budget Year
Cash and investments available	1	31,955	14,876	11,180	54,214	10,705	10,705	10,705	(5,927)	7,065	(15,470)
	1	-	0	-	(53,144)	(9,635)	(9,635)	-	-	16,673	182,715
Other current investments > 90 days											
Non current assets - investments											
Cash and investments available:		31,955	14,877	11,180	1,070	1,070	1,070	1,070	1,138	1,203	1,270
Application of cash and investments		-	-	-	-	-	-	-	-	-	-
Unspent conditional transfers		-	-	-	-	-	-	-	-	-	-
Unspent borrowing		-	-	-	-	-	-	-	-	-	-
Statutory requirements	2	129,839	185,965	246,089	156,397	158,478	158,478	158,478	219,618	232,167	245,183
Other working capital requirements	3	129,839	185,965	246,089	156,397	158,478	158,478	158,478	219,618	232,167	245,183
Other provisions		-	-	-	-	-	-	-	-	-	-
Long term investments committed	4	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments	5	129,839	185,965	246,089	156,397	158,478	158,478	158,478	219,618	232,167	245,183
Total Application of cash and investments:		129,839	185,965	246,089	156,397	158,478	158,478	158,478	219,618	232,167	245,183
Surplus(shortfall)		(97,884)	(171,089)	(234,909)	(155,327)	(157,408)	(157,408)	(157,408)	(218,480)	(230,964)	(243,913)



FS185 Nala - Table A9 Asset Management

105 Nth - Table A9 Asset Management	Description	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24	2024/25	2025/26	2026/27	2027/28	2028/29	2029/30	2030/31	2031/32	2032/33	2033/34	2034/35	2035/36	2036/37	2037/38	2038/39	2039/40	2040/41	2041/42	2042/43	2043/44	2044/45	2045/46	2046/47	2047/48	2048/49	2049/50	2050/51	2051/52	2052/53	2053/54	2054/55	2055/56	2056/57	2057/58	2058/59	2059/60	2060/61	2061/62	2062/63	2063/64	2064/65	2065/66	2066/67	2067/68	2068/69	2069/70	2070/71	2071/72	2072/73	2073/74	2074/75	2075/76	2076/77	2077/78	2078/79	2079/80	2080/81	2081/82	2082/83	2083/84	2084/85	2085/86	2086/87	2087/88	2088/89	2089/90	2090/91	2091/92	2092/93	2093/94	2094/95	2095/96	2096/97	2097/98	2098/99	2099/00	2100/01	2101/02	2102/03	2103/04	2104/05	2105/06	2106/07	2107/08	2108/09	2109/10	2110/11	2111/12	2112/13	2113/14	2114/15	2115/16	2116/17	2117/18	2118/19	2119/20	2120/21	2121/22	2122/23	2123/24	2124/25	2125/26	2126/27	2127/28	2128/29	2129/30	2130/31	2131/32	2132/33	2133/34	2134/35	2135/36	2136/37	2137/38	2138/39	2139/40	2140/41	2141/42	2142/43	2143/44	2144/45	2145/46	2146/47	2147/48	2148/49	2149/50	2150/51	2151/52	2152/53	2153/54	2154/55	2155/56	2156/57	2157/58	2158/59	2159/60	2160/61	2161/62	2162/63	2163/64	2164/65	2165/66	2166/67	2167/68	2168/69	2169/70	2170/71	2171/72	2172/73	2173/74	2174/75	2175/76	2176/77	2177/78	2178/79	2179/80	2180/81	2181/82	2182/83	2183/84	2184/85	2185/86	2186/87	2187/88	2188/89	2189/90	2190/91	2191/92	2192/93	2193/94	2194/95	2195/96	2196/97	2197/98	2198/99	2199/00	2200/01	2201/02	2202/03	2203/04	2204/05	2205/06	2206/07	2207/08	2208/09	2209/10	2210/11	2211/12	2212/13	2213/14	2214/15	2215/16	2216/17	2217/18	2218/19	2219/20	2220/21	2221/22	2222/23	2223/24	2224/25	2225/26	2226/27	2227/28	2228/29	2229/30	2230/31	2231/32	2232/33	2233/34	2234/35	2235/36	2236/37	2237/38	2238/39	2239/40	2240/41	2241/42	2242/43	2243/44	2244/45	2245/46	2246/47	2247/48	2248/49	2249/50	2250/51	2251/52	2252/53	2253/54	2254/55	2255/56	2256/57	2257/58	2258/59	2259/60	2260/61	2261/62	2262/63	2263/64	2264/65	2265/66	2266/67	2267/68	2268/69	2269/70	2270/71	2271/72	2272/73	2273/74	2274/75	2275/76	2276/77	2277/78	2278/79	2279/80	2280/81	2281/82	2282/83	2283/84	2284/85	2285/86	2286/87	2287/88	2288/89	2289/90	2290/91	2291/92	2292/93	2293/94	2294/95	2295/96	2296/97	2297/98	2298/99	2299/00	2300/01	2301/02	2302/03	2303/04	2304/05	2305/06	2306/07	2307/08	2308/09	2309/10	2310/11	2311/12	2312/13	2313/14	2314/15	2315/16	2316/17	2317/18	2318/19	2319/20	2320/21	2321/22	2322/23	2323/24	2324/25	2325/26	2326/27	2327/28	2328/29	2329/30	2330/31	2331/32	2332/33	2333/34	2334/35	2335/36	2336/37	2337/38	2338/39	2339/40	2340/41	2341/42	2342/43	2343/44	2344/45	2345/46	2346/47	2347/48	2348/49	2349/50	2350/51	2351/52	2352/53	2353/54	2354/55	2355/56	2356/57	2357/58	2358/59	2359/60	2360/61	2361/62	2362/63	2363/64	2364/65	2365/66	2366/67	2367/68	2368/69	2369/70	2370/71	2371/72	2372/73	2373/74	2374/75	2375/76	2376/77	2377/78	2378/79	2379/80	2380/81	2381/82	2382/83	2383/84	2384/85	2385/86	2386/87	2387/88	2388/89	2389/90	2390/91	2391/92	2392/93	2393/94	2394/95	2395/96	2396/97	2397/98	2398/99	2399/00	2400/01	2401/02	2402/03	2403/04	2404/05	2405/06	2406/07	2407/08	2408/09	2409/10	2410/11	2411/12	2412/13	2413/14	2414/15	2415/16	2416/17	2417/18	2418/19	2419/20	2420/21	2421/22	2422/23	2423/24	2424/25	2425/26	2426/27	2427/28	2428/29	2429/30	2430/31	2431/32	2432/33	2433/34	2434/35	2435/36	2436/37	2437/38	2438/39	2439/40	2440/41	2441/42	2442/43	2443/44	2444/45	2445/46	2446/47	2447/48	2448/49	2449/50	2450/51	2451/52	2452/53	2453/54	2454/55	2455/56	2456/57	2457/58	2458/59	2459/60	2460/61	2461/62	2462/63	2463/64	2464/65	2465/66	2466/67	2467/68	2468/69	2469/70	2470/71	2471/72	2472/73	2473/74	2474/75	2475/76	2476/77	2477/78	2478/79	2479/80	2480/81	2481/82	2482/83	2483/84	2484/85	2485/86	2486/87	2487/88	2488/89	2489/90	2490/91	2491/92	2492/93	2493/94	2494/95	2495/96	2496/97	2497/98	2498/99	2499/00	2500/01	2501/02	2502/03	2503/04	2504/05	2505/06	2506/07	2507/08	2508/09	2509/10	2510/11	2511/12	2512/13	2513/14	2514/15	2515/16	2516/17	2517/18	2518/19	2519/20	2520/21	2521/22	2522/23	2523/24	2524/25	2525/26	2526/27	2527/28	2528/29	2529/30	2530/31	2531/32	2532/33	2533/34	2534/35	2535/36	2536/37	2537/38	2538/39	2539/40	2540/41	2541/42	2542/43	2543/44	2544/45	2545/46	2546/47	2547/48	2548/49	2549/50	2550/51	2551/52	2552/53	2553/54	2554/55	2555/56	2556/57	2557/58	2558/59	2559/60	2560/61	2561/62	2562/63	2563/64	2564/65	2565/66	2566/67	2567/68	2568/69	2569/70	2570/71	2571/72	2572/73	2573/74	2574/75	2575/76	2576/77	2577/78	2578/79	2579/80	2580/81	2581/82	2582/83	2583/84	2584/85	2585/86	2586/87	2587/88	2588/89	2589/90	2590/91	2591/92	2592/93	2593/94	2594/95	2595/96	2596/97	2597/98	2598/99	2599/00	2600/01	2601/02	2602/03	2603/04	2604/05	2605/06	2606/07	2607/08	2608/09	2609/10	2610/11	2611/12	2612/13	2613/14	2614/15	2615/16	2616/17	2617/18	2618/19	2619/20	2620/21	2621/22	2622/23	2623/24	2624/25	2625/26	2626/27	2627/28	2628/29	2629/30	2630/31	2631/32	2632/33	2633/34	2634/35	2635/36	2636/37	2637/38	2638/39	2639/40	2640/41	2641/42	2642/43	2643/44	2644/45	2645/46	2646/47	2647/48	2648/49	2649/50	2650/51	2651/52	2652/53	2653/54	2654/55	2655/56	2656/57	2657/58	2658/59	2659/60	2660/61	2661/62	2662/63	2663/64	2664/65	2665/66	2666/67	2667/68	2668/69	2669/70	2670/71	2671/72	2672/73	2673/74	2674/75	2675/76	2676/77	2677/78	2678/79	2679/80	2680/81	2681/82	2682/83	2683/84	2684/85	2685/86	2686/87	2687/88	2688/89	2689/90	2690/91	2691/92	2692/93	2693/94	2694/95	2695/96	2696/97	2697/98	2698/99	2699/00	2700/01	2701/02	2702/03	2703/04	2704/05	2705/06	2706/07	2707/08	2708/09	2709/10	2710/11	2711/12	2712/13	2713/14	2714/15	2715/16	2716/17	2717/18	2718/19	2719/20	2720/21	2721/22	2722/23	2723/24	2724/25	2725/26	2726/27	2727/28	2728/29	2729/30	2730/31	2731/32	2732/33	2733/34	2734/35	2735/36	2736/37	2737/38	2738/39	2739/40	2740/41	2741/42	2742/43	2743/44	2744/45	2745/46	2746/47	2747/48	2748/49	2749/50	2750/51	2751/52	2752/53	2753/54	2754/55	2755/56	2756/57	2757/58	2758/59	2759/60	2760/61	2761/62	2762/63	2763/64	2764/65	2765/66	2766/67	2767/68	2768/69	2769/70	2770/71	2771/72	2772/73	2773/74	2774/75	2775/76	2776/77	2777/78	2778/79	2779/80	2780/81	2781/82	2782/83	2783/84	2784/85	2785/86	2786/87	2787/88	2788/89	2789/90	2790/91	2791/92	2792/93	2793/94	2794/95	2795/96	2796/97	2797/98	2798/99	2799/00	2800/01	2801/02	2802/03	2803/04	2804/05	2805/06	2806/07	2807/08	2808/09	2809/10	2810/11	2811/12	2812/13	2813/14	2814/15	2815/16	2816/17	2817/18	2818/19	2819/20	2820/21	2821/22	2822/23	2823/24	2824/25	2825/26	2826/27	2827/28	2828/29	2829/30	2830/31	2831/32	2832/33	2833/34	2834/35	2835/36	2836/37	2837/38	2838/39	2839/40	2840/41	2841/42	2842/43	2843/44	2844/45	2845/46	2846/47	2847/48	2848/49	2849/50	2850/51	2851/52	2852/53	2853/54	2854/55	2855/56	2856/57	2857/58	2858/59	2859/60	2860/61	2861/62	2862/63	2863/64	2864/65	2865/66	2866/67	2867/68	2868/69	2869/70	2870/71	2871/72	2872/73	2873/74	2874/75	2875/76	2876/77	2877/78	2878/79	2879/80	2880/81	2881/82	2882/83	2883/84	2884/85	2885/86	2886/87	2887/88	2888/89	2889/90	2890/91	2891/92	2892/93	2893/94	2894/95	2895/96	2896/97	2897/98	2898/99	2899/00	2900/01	2901/02	2902/03	2903/04	2904/05	2905/06	2906/07	2907/08	2908/09	2909/10	2910/11	2911/12	2912/13	2913/14	2914/15	2915/16	2916/17	2917/18	2918/19	2919/20	2920/21	2921/22	2922/23	2923/24	2924/25	2925/26	2926/27	2927/28	2928/29	2929/30	2930/31	2931/32	2932/33	2933/34	2934/35	2935/36	2936/37	2937/38	2938/39	2939/40	2940/41	2941/42	2942/43	2943/44	2944/45	2945/46	2946/47	2947/48	2948/49	2949/50	2950/51	2951/52	2952/53	2953/54	2954/55	2955/56	2956/57	2957/58	2958/59	2959/60	2960/61	2961/62	2962/63	2963/64	2964/65	2965/66	2966/67	2967/68	2968/69	2969/70	2970/71	2971/72	2972/73	2973/74	2974/75	2975/76	2976/77	2977/78	2978/79	2979/80	2980/81	2981/82	2982/83	2983/84	2984/85	2985/86	2986/87	2987/88	2988/89	2989/90	2990/91	2991/92	2992/93	2993/94	2994/95	2995/96	2996/97	2997/98	2998/99	2999/00	3000/01	3001/02	3002/03	3003/04	3004/05	3005/06	3006/07	3007/08	3008/09	3009/10	3010/11	3011/12	3012/13	3013/14	3014/15	3015/16	3016/17	3017/18	3018/19	3019/20	3020/21	3021/22	3022/23	3023/24	3024/25	3025/26	3026/27	3027/28	3028/29	3029/30	3030/31	3031/32	3032/33	3033/34	3034/35	3035/36	3036/37	3037/38	3038/39	3039/40	3040/41	3041/42	3042/43	3043/44
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# NALA LOCAL MUNICIPALITY 2017-18 Medium Term Expenditure and Revenue Frame Work

FS185 Nala - Table A10 Basic service delivery measurement

Description	2013/14	2014/15	2015/16	Original Budget	Adjusted Budget	Full Year Forecast	2017/18 Medium Term Revenue & Expenditure Framework		
	Outcome	Outcome	Outcome	Budget	Budget	Forecast	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
Household service targets	Water:	2	4						
		3	4						
	Sanitation/sewerage:	4	4						
		5	5						
	Energy:	5	5						
		5	5						
	Refuse:	5	5						
		5	5						
	Households receiving Free Basic Service	7	7						
		8	8						
Highest level of free service provided per household	Property rates (R value threshold)								
	Water (kilolitres per household per month)								
	Sanitation (kilolitres per household per month)								
	Electricity (kwh per household per month)								
	Refuse (average litres per week)								
Revenue cost of subsidised services provided (R'000)	Property rates (tariff adjustment) (impermissible values per section 17 of MPRA)								
	excess of section 17 of MPRA								
	Water (in excess of 6 kilolitres per indigent household per month)								
	Sanitation (in excess of free sanitation service to indigent households)								
	Electricity/other energy (in excess of 50 kwh per indigent household per month)								
Total revenue cost of subsidised services provided	Other								
	Municipal Housing - rental rebates								
	Housing - top structure subsidies								
	Refuse (in excess of one removal a week for indigent households)								
	Sanitation (in excess of 6 kilolitres per indigent household per month)								

## **PART 2**

### **2.1. BUDGET PROCESS**

Section 53 of the MFMA requires the Mayor of the municipality to provide general political guidance in the budget process and the setting of priorities that must guide the preparation of the budget. In addition Chapter 2 of the Municipal Budget and Reporting Regulations states that the Mayor of the municipality must establish a Budget Steering Committee to provide technical assistance to the Mayor in discharging the responsibilities set out in section 53 of the Act.

In terms of section 21 of the MFMA the Mayor is required to table in Council ten months before the start of the new financial year (i.e. in August 2015) a time schedule that sets out the process to revise the IDP and prepare the annual budget. The Mayor tabled the required IDP process plan and budget time schedule in line with the applicable legislation. However, adherence to these plans was not achieved as the processes were not undertaken exactly at the dates that were indicated in the plans.

### **2.2. Alignment of the annual budget with the integrated development plan**

The municipality has taken some steps in aligning the budget and the integrated development plan; annual budget and service delivery & budget implementation plan, as this was an audit query raised also an issue in line with MSCOA resolutions.

There has been efforts made to align the two documents as required by the regulations and considerable process has been made to that effect.

Management must pay special attention to aligning the above mentioned processes and ensuring genuine consultation of the stakeholders during the review of the IDP and annual budget compilation. Furthermore, the performance management framework must be fully functional and effective to ensure that a credible SDBIP is compiled which is fully linked to both the IDP and MTRRF.

### **2.3. Measurable performance objectives**

Performance Management is a system intended to manage and monitor service delivery progress against the predetermined strategic objectives and priorities. In accordance with legislative requirements and good business practices as informed by the National Framework for Managing Programme Performance information, the municipality has developed a performance management system (in the process of implementation) of which system is constantly refined as the integrated planning process unfolds. The measurable performance objectives will be included in the service delivery and budget implementation plan when it is submitted to the Mayor for approval.

### **2.4. Overview of the budget-related policies**

The Municipal Budget and Reporting Regulations promulgated under the Municipal Finance Management Act, prescribe the budget-related policies that must be approved together with the budget. Although the municipality has complied in terms of compiling such policies and have them approved by Council, there



has been major challenges (both internal and external) when it comes to implementation and adherence to such policies.

Council will be workshopped on the budget related policies as most of our councillors are new, however this is necessary so that when the budget is finalised in May 2017 with its budget related policies all councillors are fully equipped and familiar with the policies of the municipality.

Only the policies that affect revenue assumptions will be discussed and the revenue implications thereof.

#### 2.4.1 Tariff policies

The municipality's tariff policies provide a broad framework within which the Council can determine fair, transparent and affordable charges that also promote sustainable service delivery. The policies have been approved on various dates and a consolidated tariff policy is envisaged to be compiled for ease of administration and implementation of the next two years. The challenge still remains of ensuring that all proposed tariffs reflect the cost of providing such services.

This policy will be reviewed for better implementation for the coming years.

Below is the indication of proposed tariff and how they will affect the consumer:

House Hold per Month	Rent				Vat Incl
	2014/15	2015/16	2016/17	2017/18	% Increase
Refuse Removal	118.5	125	135	145	7.4%
Sewerage Network	100	106	115	122.5	6.5%
	218.50	231.00	250.00	267.50	7.0%
	249.09	263.34	285	304.95	

#### 2.4.2. Indigent support policy

The indigent support policy was reviewed and this policy prescribes the threshold for indigent consumers as well as the free basic service component. The municipality has been experiencing problems where indigent consumers have been utilising services above the threshold thereby being unable to pay for the services, especially on water.

With policy consultations the point that excess of services consumed by the indigents must be paid by the indigent.

Attached below is an estimated cost of providing indigent services.



# NALA LOCAL MUNICIPALITY

## 2017-18 Medium Term Expenditure and Revenue Frame Work

House Hold per Month	2014/15	2015/16	2016/17	2017/18	% Increase
	Indigent Cost and Benefit				
Property rate Rebate	R 100,000	R 100,000	R 100,000	R 100,000	0.0%
6KL Water	8.5	9.25	9.3	10.07	8.3%
50KWH Electricity	1.08	0.79	0.84	0.8558	1.9%
Refuse Removal	118.5	125	135	145	7.4%
Sewerage Network	100	106	115	122.5	6.5%
Cost Excl VAT	R 228.08	R 241.04	R 260.14	R 278.43	
VAT Incl	260.0112	274.7856	296.5596	317.405412	
Number of Indigents (Estimate)	8,000	8,300	8,400	9,200	
Total Cost	24,961,075.20	27,368,645.76	29,893,207.68	35,041,557.48	

## 2.4.4. Property rates policy

Property rates policy was reviewed and implemented successfully, the following was a change in 2015/16 year.

EXCO Free State Resolution no. 102 of 2014 with regard to the above mentioned has reference.

1. Pursuant thereto please be advised that the Executive Council has adopted a Policy Directive whereby Churches, Creches, Old Age Homes and other Social Care facilities be exempted from rates and taxes. With due regard to the provisions of section 160(2)(c) of the Constitution of the Republic of South Africa, 1996 (Act. No. 108 of 1996), as amended, read with section 15(l)(a) of the Municipal Property Rates Act, 2004 (Act No. 6 of 2004), it is advised that Council revisits its Municipal Property Rates Policy so that in the 2015/2016 financial year Churches, Creches, Old Age Homes and other Social Care facilities may be exempted from rates and taxes.

2. It is further advised that the Municipal Property Rates Policy and By-law be amended to the extent that Churches, Creches, Old Age Homes and other Social Care facilities may apply to be exempted from rates and taxes and that Council may within its discretion consider such applications on the merits of each case.

## 2.5. Overview of the budget assumptions

Budgets are prepared in an environment of uncertainty and assumptions need to be made about internal and external factors that could impact on the budget during the course of the financial year. In compiling the 2015-16 Annual Budget, the following pivotal issues and assumptions were taken into consideration and modelled into the budget planning process:

- (a) Economic climate and poverty levels within the municipality will remain the same / constant for major part of the financial year given the limited economic activities within the vicinity;
- (b) That the revenue collection will increase / improve up to 75% collection rate for the 2017-18 financial year;
- (c) Cash flow projections will be strictly maintained to ensure the municipality's ability to meet its financial obligations; to actually reduce the following costs.

- Accommodation and travelling.
- Legal costs
- Catering
- Overtime
- Printing and Stationery
- Telephone cost
- Etc

- (d) The budget is prepared in the assumption that no allocations as per the 2017 annual Division of Revenue Act will be withheld / offset / paid back to the NRF.
- (e) Operational costs will be maintained or reduced where ever possible or reduced as cost containment measures and where there is material decrease in revenue collection rate, expenditure will have to be reduced at the same proportion;
- (f) Filling of vacant posts will be prioritised taking into account the cash flow projections of the municipality.

## 2.6. Overview of the budget funding

The operating budget will be funded from operational grants as well as revenue to be collected from service charges and property rates. Government grants and subsidies make.

Row Labels	Sum of Full year actual	Sum of Budget	Sum of 2017/18	Sum of 2018/19	Sum of 2019/20
Operating expenses					
BUDGET AND TREASURY	67,925,488.31	68,068,881.00	73,005,848.37	77,361,717.41	81,901,754.22
COMMUNITY SERVICES	33,255,694.17	33,169,305.00	35,583,892.19	37,933,530.02	40,409,555.96
CORPORATE SERVICES	18,527,575.43	23,996,840.00	25,685,944.91	27,346,433.56	29,124,773.86
MUNICIPAL MANAGER	4,397,182.20	4,536,517.00	4,333,629.64	4,622,291.47	4,925,574.94
POLITICAL OFFICE	21,963,177.87	27,075,798.00	32,385,628.51	31,265,337.36	33,234,641.06
TECHNICAL SERVICES	211,371,296.73	280,354,741.00	296,210,356.00	311,547,084.95	327,703,027.34
Operating expenses Total	357,440,414.70	437,202,082.00	467,205,299.63	490,076,394.77	517,299,327.38
Operating Revenue					
BUDGET AND TREASURY	-179,789,014.35	-119,389,737.00	-154,445,155.14	-168,401,058.98	-178,666,334.28
COMMUNITY SERVICES	-622,129.86	-603,453.00	-642,073.99	-678,672.21	-716,677.85
CORPORATE SERVICES	-318,336.39	-408,085.00	-434,202.44	-458,951.98	-484,653.29
MUNICIPAL MANAGER	0.00	0.00	0.00	0.00	0.00
POLITICAL OFFICE	-191,474.39	-6,280,232.00	-138,320.00	-146,204.24	-154,391.68
TECHNICAL SERVICES	-205,004,635.52	-227,408,295.00	-211,982,546.72	-222,136,538.14	-234,057,591.29
Operating Revenue Total	-385,925,590.50	-354,089,802.00	-367,642,298.29	-391,821,425.55	-414,079,648.39
Grand Total	-28,485,175.80	83,112,280.00	99,563,001.34	98,254,969.22	103,219,678.98
Budget Deficit :		20%	20%		



**Basis for revenue projections:**

For the first time in the history of the municipality we were able to generate a cost reflective tariff. The factual findings and the general impact differs per service charge as in some services it is positive and others negative although the overall impact is positive, it stands to reason that other services would subsidize others.

This reflection will be monitored in the 2017/18 financial year and any immediate adjustments will be made as time.

**Property rates:** There is no rate increase adjustment made on property rates for the 2017/18 financial year. The increases will be as a result of new valuation value increases and other identified sites that were unidentified. It was also realised that the municipality's property rates for government build was below practised and this was corrected in consultation with public works department.

**Electricity revenue:** NERSA has approved 1.88% increase on bulk purchase in line with ESKOM tariff increase for municipality and a guideline increase of 1.88% for resell. As we try to reduce our distribution losses on electricity the municipality is picking up areas that were stealing electricity and hence the 3.1% increase in revenue, the electricity revenue projections are based upon NERSA tariff approvals.

**Water revenue:** The 18.2% increase is because of reduction in distribution losses and new connections anticipated in Matharantleng, none payment of services by the community continues to plague proper functions of the municipality. However of note is the current realisation of cost of supply on water. This real impact will be monitored and a corrective measure will be made in time.

**Refuse and Sanitation:** Are in line with anticipated developments of township establishment in Bothaville and Vesselsbron. However it is important to encourage payment of services.

**Interest earned on Outstanding Debtors:** Council decided not to increase interest charged on outstanding debtors from the current 9%.

**Interest earned on Investment:** It is important to note that these are not investment over a fixed term, this is interest earned on the funds received from the MIG and Equitable share allocation as they are being used as and when needed.

**Basis for Expenditure projections:**

**Employee Related Cost:** The employee cost of R140 015 000 has been steadily measured in the past taking into consideration overtime payments, employees cost related allowance that are experienced, this means the current cost is not only the basic cost of employee. The possible increase of about 7.3% is factored in, on the calculations reflected.

It is important to note that employee cost is about 30% of the budget, which is fair in comparison with the trends and norms in the sector.



**Remuneration of councillors:** increase takes into consideration the review envisaged on public office bearer, however the municipality will be advised of the changes.

The increases in public office bearers salary increases happen later in the year, it is important that the municipality is not court off guard when the time for increases as it is also required by the upper limit notice that the salaries need to budgeted for.

**Debt impairment and Depreciation:** Are none cash items and are benchmarked to the financial statements.

**Finance Charges:** This interest on current creditors and not loans are long term portion of creditors as the municipality does not have.

The R16 Million is as a result of cash flow problems that the municipality is experiencing.

**Bulk Purchase:** Incorporates the new tariff hikes from ESKOM and Sedibeng on this projection is included the cost of supply.

## 2.7 Expenditure on allocations and grant programmes

The funding for capital budget will be from Municipal Infrastructure Grant as well as internally generated funds to the extent possible. Municipal Infrastructure Grant will fund the list of projects below.

# NALA LOCAL MUNICIPALITY 2017-18 Medium Term Expenditure and Revenue Frame Work

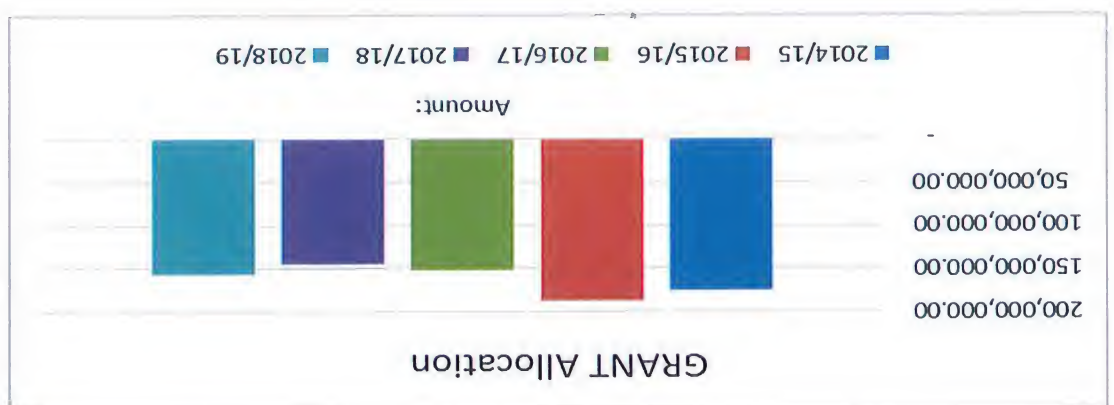
MIG Reference Nr	Project Description	Planned MIG Expenditure for 2015/2016	Status	Planned date:
	PMU	1 437 650.00		
MIG/FS0868/R,ST/12/13	Manyakeneng : Paved Roads Phase 4(a) (2.2km)	600 000.00	Retention	01/02/2012
MIG/FS0885/R,ST/12/13	Kgotsoneng : Paved Roads Phase 4(b) (2.5km)	5 828 748.80	Construction	01/02/2013
MIG/FS0886/R,ST/12/13	Manyakeneng : Paved Roads Phase 4(b) (2.5km)	183 828.90	Retention	01/02/2013
MIG/FS1010/CL/13/15	Manyakeneng/Wesselsbron: Installation of 7 High Mast lights.	550 000.00	Construction	01/02/2014
MIG/FS1011/CL/13/15	Kgotsoneng/Bolhaville: Installation of 7 High Mast lights.	240 000.00	Construction	01/02/2014
MIG/FS1012/CF/13/15	Manyakeneng/Wesselsbron: Upgrade of Sports Park	1 322 616.73	Construction	01/04/2014
MIG/FS1033/R,ST/14/16	Manyakeneng: Construction of 2km paved road and storm water drainage - phase 4c (MIS219040)	6 484 978.13	Construction	01/10/2014
MIG/FS1051/CF/14/16	Kgotsoneng: Upgrading of sports park phase 2 (MIS:219042)	2 617 478.69	Construction	01/04/2014
	Kgotsoneng: Upgrade of outfall sewer and WWTW phase 1	4 807 957.57	Not Registered	01/08/2015
	Kgotsoneng: Construction of 1.5km paved internal access roads and storm water drainage	4 679 741.18	Not Registered	01/09/2015
	Manyakeneng: Upgrade of Tennis Courts and related facilities		Not Registered	2015/16 Year
	Kgotsoneng : Fencing at the cemetery Phase 2		Not Registered	2015/16 Year
	Manyakeneng: Installation of new water meters: Domestic, Bulk and Zonal		Not Registered	2015/16 Year
	Kgotsoneng: Replacement of ageing domestic water meters		Not Registered	2016/17 Year
	Manyakeneng: Installation of water network valves including chambers		Not Registered	2016/17 Year
	Kgotsoneng: New Recreational park		Not Registered	2016/17 Year
	Kgotsoneng: Construction (upgrade) of southern & northern entrance roads (1.0km)		Not Registered	2016/17 Year
	Manyakeneng: Construction (upgrade) of southern & northern entrance roads (1.0km)		Not Registered	2016/17 Year
	Total	28 753 000.00		

There is however a noticeable decline on Municipal Infrastructure grant funding, as outlined below.

GRANT	2014/15	2015/16	2016/17	2017/18	2018/19
Schedule 5, Part B					
FMC (Finance Management Grant)	1,860,000	1,875,000	2,010,000	2,345,000	2,600,000
MSIG (Municipal Infr Grant)	930,000	930,000	1,300,000	1,365,000	1,434,000
EPWP (extl Public Works Prog)	1,034,000	1,000,000	1,000,000	1,000,000	1,000,000
MIG (Municipal Infra Grant)	43,248,000	28,753,000	28,259,000	34,482,000	31,665,000
INEP (Integrated National Beest Programme)	2,000,000	-	5,000,000	5,000,000	8,000,000
ES (Equitable Share)	126,199,000	154,602,000	103,715,000	100,124,000	110,692,000
Special Support for Councilor Remuneration and Ward Committees			4,558,000	3%	0%
EEDSM (Energy Efficiency and Demand Side Management)	175,211,000	187,160,000	151,882,000	144,316,000	155,391,000
Schedule 6 part B of the DORA - Designated special programmes					
RBI (Reg Bulk Infr Grant)	18,000,000	23,000,000	5,282,000	1,000,000	
INEP (ESKOM)	1,011,000	809,000	21,000		248,000
Total	19,011,000	23,809,000	5,303,000	1,000,000	248,000



## 2.8 Allocations and grants made by the municipality



## 2.9. Councilors allowances and employee benefits

There are critical vacant posts which have been identified to be filled during the current financial year and in 2017/18 financial year.

This review of the organogram will lead in the increase in employee related costs and benefits.

The municipality wants to fill critical vacant posts, such post must be prioritised. Expenditure thereon must be in the same proportion as the additional revenue.

## 2.10. Monthly targets of revenue, expenditure and cash flow

The municipality has over the years been in a position to bill all its budgeted revenue. However, the challenges have been on revenue collection due to a number of factors both internal and external. Councilors are given the debtors book by wards to encourage the community to pay for services.

This meant that the municipality had to prioritise its spending as the spending is informed by availability of cash. Therefore, the spending on operational expenditure has been marginally less than anticipated due to cash flow constraints. Nevertheless, the municipality has not been able to meet its financial obligations as they become due, during the course of the 2016-17.

Although the municipality has been operating with a negative cash flow balance for over three financial years, the revenue base of the municipality has decreased drastically as raised in economic factors. This meant that the municipality had very little to contribute towards capital expenditure. To date, the municipality contributes less than 5% towards capital budget and depend heavily on grants and subsidies from both national and provincial government, for its operational budget.

## 2.11. Annual budgets and service delivery and budget implementation plan: internal departments

The departmental service delivery implementation plan are at a draft stages and will be completed after adoption of the annual budget in order to form the high level of the municipal service delivery and budget implementation plan to be approved by the mayor, 28 days after the annual budget has been approved.



**2.12. Annual budgets and service delivery agreements: municipal entities and other external mechanisms**

The municipality does not have an entity and there are no services that are provided by through external mechanism.

**2.13. Contracts having future budgetary implications**

The municipality does not intend to enter into contracts that have future budgetary implications. In terms of the municipality's Supply Chain Management Policy, no contracts are awarded beyond the medium-term revenue and expenditure framework (three years). In ensuring adherence to this contractual time frame limitation, all reports submitted to either the Bid Evaluation and Adjudication Committees must obtain formal financial comments from the BTO.

**2.14. Capital expenditure details**

The total capital expenditure budget as listed in the project list above.  
The other balance on the MIG will be funding the PMU related costs. The other funding is from internal funds as indicated in Table A5.

**2.15. Legislation compliance**

Due to capacity constraints, the municipality has been experiencing challenges in terms of compliance to MFMA. However, there has been substantial improvement in terms of compliance. Reporting to National Treasury in electronic format was fully complied with on a monthly basis where there have been challenges of compliance; such challenges were reported to Provincial Treasury.

**2.15.1. In year reporting**

Section 71 reporting to the Mayor will be submitted in Schedule C of the MBR and plans are in place to update the website and published financial performance on the municipality's website. It is the intention of the municipality (Councilors and Management) to move beyond compliance but rather focus on the quality of reports that are required in terms of various legislations.

**2.15.2. Budget and Treasury Office**

The Budget and Treasury Office has been established in accordance with the MFMA. The challenge has been on recruiting, appointing and retaining competent personnel (especially with relevant accounting skills and municipal experience).

**2.15.4. Service Delivery and Implementation Plan**

The detailed SDBIP document is at a draft stage and will be finalised after approval of the 2014-15 Annual Budget in May 2017. Much still needs to be done from now till then to ensure direct aligned between the IDP, MTRF and SDBIP.

**2.16. Other supporting documents**

The documents mentioned below are attached as annexures to the annual budget:

(a) Tariff list

**2.17. Municipal Manager's quality certificate**

The Municipal Manager's quality certificate as required by the Municipal Budget and Reporting Regulations is attached in the next page.



NALA LOCAL MUNICIPALITY



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Privateat Sak  
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OFFICE OF THE MUNICIPAL MANAGER

Municipal manager's quality certificate

I, Be. Mawema, Municipal manager of Nala Local Municipality, hereby certify that the first draft budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Print Name

Municipal manager of Nala Local Municipality\* (FS185)

Signature

Date

31/03/2017

**RATES**  
**PROPERTY RATES**

1,065

PROPERTY RATES											1.065
Category	2013 - 2014		2014 - 2015		2015 - 2016		2016 - 2017		2017 - '18		Increase
	Ratio	Rate c in R	Ratio	Rate c in R	Ratio	Rate c in R	Ratio	Rate c in R	Ratio	Rate c in R	
Residential	130	1 0.0084	1	0.00835	1	0.00851	1	0.00851	1	0.009426	6.50%
SS Residential		1 0.0084	1	0.00835	1	0.00851	1	0.00851	2	0.009426315	6.50%
SS Business		2 0.0167	2	0.0167	2	0.017702	2	0.017702	2	0.0185263	6.50%
SS Agricultural		0.25 0.0021	0.25	0.0020875	0.25	0.0021275	0.25	0.0021275	0.25	0.002356579	6.50%
Business		2 0.0167	2	0.0167	2	0.017702	2	0.017702	2	0.0185263	6.50%
Industrial		3 0.0251	3	0.0251	3	0.026553	3	0.026553	3	0.02827945	6.50%
Municipal		1.5 0.0121	1.5	0.0121	1.5	0.0121275	1.5	0.0121275	1.5	0.0139473	6.50%
Government		0.25 0.0021	0.25	0.0020875	0.25	0.0021275	0.25	0.0021275	0.25	0.002356579	6.50%
Agricultural		0.167	2	0.0167	2	0.017702	2	0.017702	2	0.0185263	6.50%
Multi purpose : Business		1.5	1.5	0.012525	1.5	0.0132765	1.5	0.0132765	1.5	0.014139473	6.50%
Multi purpose : Residential		0 0.0012	0	0.0012	0	0.0012	0	0.0012	0	0.0012	6.50%
Multi purpose : Guesthouse		1.5	1.5	0.012525	1.5	0.0132765	1.5	0.0132765	1.5	0.014139473	6.50%
Multi purpose : Agricultural		0.25	0.25	0.0020875	0.25	0.0021275	0.25	0.0021275	0.25	0.002356579	6.50%
Non permitted use		0	4	0.0334	4	0.035404	4	0.035404	4	0.03770526	6.50%
Public benefit organisation		0.25 0.0021	0.25	0.0020875	0.25	0.0021275	0.25	0.0021275	0.25	0.002356579	6.50%
Education		1 0.0084	1	0.00835	3	0.026553	3	0.026553	3	0.02827945	6.50%
Guesthouse		1.5	1.5	0.012525	1.5	0.0132765	1.5	0.0132765	1.5	0.014139473	6.50%
Czech		0.25	0.25	0.0020875	0.25	0.0021275	0.25	0.0021275	0.25	0.002356579	6.50%
Public worship		0.25	0.25	0.0020875	0.25	0.0021275	0.25	0.0021275	0.25	0.002356579	6.50%
PSI		4 0.0334	4	0.0334	4	0.035404	4	0.035404	4	0.03770526	6.50%
Vacant											
Rebates											
Valuation rebates		Value/%		Value/%		Value/%		Value/%		Value/%	Increase
Indigent valuation rebate (additional)		40 000		80 000		80 000		80 000		80 000	0.00%
Discounts											
Pensioners and disabled persons		0		30%		30%		30%		30%	0.00%
SS Agricultural		60%		50%		30%		20%		20%	0.00%
SS Residential		40%		0%		0%		0%		0%	0.00%
Municipal		100%		100%		100%		100%		100%	0.00%
Agricultural		50%		50%		50%		50%		50%	0.00%
Multi purpose Agricultural		100%		100%		100%		100%		100%	0.00%
Public Worship		100%		100%		100%		100%		100%	0.00%
PSI		100%		100%		100%		100%		100%	0.00%

**SERVICES**  
**APPLICATION FOR SERVICES AND DEPOSITS PAYABLE**

Deposit	Unit	2013/2014	2014/2015	2015/2016	2016/17	2017/18	Increase
Water : Domestic		545.22	600.00	800.00	800.00	850.00	6%
Water : Other		872.35	1 200.00	1 200.00	1 200.00	1 300.00	8%
Electricity: Domestic (Excluding Pre-paid)		799.27	850.00	1 000.00	1 200.00	1 300.00	8%
Electricity: Other (Excluding Pre-paid)		1 166.94	1 500.00	1 800.00	2 000.00	2 200.00	10%
Deposits for Business/Industry will be adjusted after 3 Months to an amount equal to 2 months consumption and recalculate on a yearly basis in order to adjust deposit to that value							
Connection fee							
Water connection			160.00	160.00	180.00	180.00	0%
Electricity connection			160.00	160.00	180.00	180.00	0%





## SEWERAGE CONNECTIONS/DISCONNECTIONS

	Unit	2013/2014	2014/2015	2015/16	2016/17	2017/18	Increase
110 mm diameter standard connection	Per connection	1 319,22	1 500,00	1 600,00	1 600,00	1 700,00	6,25%
Multiple dwellings served from single main connection >110mm diameter connections	Per unit additional		350,00	350,00	350,00	400,00	14,29%
	Per additional unit	2 892,72	3 500,00	3 650,00	3 650,00	3 800,00	4,11%
Additional dwellings on same property (Consent use applications) require sewer services contribution to assist in the upgrading of water infrastructure.	Per application		350,00	350,00	350,00	400,00	14,29%
Sewer disconnection/removal	Per application	365,57	2 500,00 500,00	2 600,00 500,00	2 600,00 500,00	2 800,00 600,00	7,69% 20,00%

## SEWERAGE BLOCKAGES

	Unit	2013/2014	2014/2015	2015/16	2016/17	2017/18	Increase
Businesses (minimum charge)		397,35	420,00	460,00	500,00	600,00	20,00%
Businesses (tariff per hour after 2 hours)		238,41	250,00	280,00	300,00	400,00	33,33%
Houses (minimum charge)		254,30	300,00	300,00	500,00	600,00	20,00%
Houses (tariff per hour after 2 hours)		238,41	250,00	300,00	300,00	400,00	33,33%
Hotels and guest houses (minimum charge)		317,88	420,00	460,00	500,00	600,00	20,00%
Hotels and guest houses (tariff per hour after 2 hours)		238,41	250,00	300,00	300,00	400,00	33,33%

## EMPTYING OF FRENCH DRAINS AND SEPTIC TANKS

	Unit	2013/2014	2014/2015	2015/16	2016/17	2017/18	Increase
Per Load (in town)		317,98	320,00	350,00	500,00	600,00	20,00%



# WATER

	Unit	2013/2014	2014/2015	2015/16	2016/17	2017/18	Increase
Residential	Kl	14.82	8.50	9.25	9.30	9.30	0.00%
0-6 Kl	Kl	14.82	11.80	12.90	13.90	15.00	7.91%
7-15 Kl	Kl	14.82	14.82	16.20	17.50	20.00	14.29%
16-30 Kl	Kl	20.05	20.00	21.80	23.50	28.00	19.15%
> 30 Kl	Kl						
Approved indigents are subsidized 100% on the first 6kl water							
Business	Per month	123.18	125.00	136.25	146.47	150.00	2.41%
Basic Charge	Kl	13.34	14.44	15.80	17.20	18.50	7.56%
0 - 60 Kl	Kl					28.00	
> 60kl	Kl						
Sportfields and Klubs		109.99	125.00	136.25	146.47	150.00	2.41%
Basic Charge		13.34	14.44	15.80	17.20	18.50	7.56%
Usage							
Churches		18.35	83.50	91.02	97.84	100.00	2.21%
Basic Charge		2.99	8.50	9.00	10.00	18.50	85.00%
Schools, clinics and government		123.18	125.00	136.25	146.47	150.00	2.41%
Basic Charge		13.34	14.44	15.80	17.20	18.50	7.56%
Usage							
Departmental		13.34	14.44	15.80	17.00	18.50	8.62%
Usage							
Purified sewer water							
Vacant stand - Basic charge		7.95	7.95	8.67	9.32	9.32	0.00%
water metre				91.02	100.00	100.00	0.00%

new

## WATER CONNECTIONS/DISCONNECTIONS

	Unit	2013/2014	2014/2015	2015/16	2016/17	2017/18	Increase
New Connections							
15 mm - 6 m connection		1 891.01	1 900.00	2 010.00	2 010.00	2 100.00	4.48%
15 mm - >6m connection		5 473.96	5 500.00	5 800.00	5 800.00	5 900.00	1.72%
20 mm - 6 m connection		1 924.18	1 900.00	2 010.00	2 010.00	2 100.00	4.48%
20 mm - >6m connection		5 507.13	5 500.00	5 800.00	5 800.00	5 900.00	1.72%
25 mm - 6 m connection		2 770.15	2 770.00	2 900.00	2 900.00	3 000.00	3.45%
25 mm - >6m connection		6 353.12	6 400.00	6 800.00	6 800.00	7 000.00	2.94%
Disconnections/reconnections							
Cut-off of water on request of consumer		130.85	130.00	140.00	160.00	180.00	12.50%
Testing of water meters							
Testing of water meters ( when meter test accurate, the fee is retained, but refunded if meter is inaccurate)			600.00	600.00	600.00	600.00	0.00%
Tampered meters							
Replacement of meter			1 800.00	1 800.00	1 800.00	1 800.00	0.00%
Plus							
Installing fee			1 000.00	1 000.00	1 000.00	1 000.00	0.00%
Plus							
Tampering fee (fine)			1 000.00	1 000.00	1 000.00	1 000.00	0.00%

Electricity		Unit	2013/2014	2014/2015	2015/16	2016/17	2017/18	Increase
Vacant stands - Availability charge					160.00	160.00	160.00	0.00%
Residential (Conventional meters)								
Basic Charge	201	Per Month	140.50	148.65	160.00	160.00	160.00	0.00%
Unit Charge	270		0.9951					
Blocks								
0 - 50 Kwh		Kwh		0.8000	0.7900	0.8400	0.8558	1.88%
51 - 350 kwh		Kwh		1.1500	1.0000	1.0700	1.1003	2.83%
351 - 600 kwh		Kwh		1.2500	1.3400	1.4400	1.5486	7.54%
601 kwh +		Kwh		1.5200	1.6000	1.7200	1.8237	6.03%
Approved indigents are subsidized 100% on the first 50 Kwh used								
Residential prepaid meters								
Blocks	290	Kwh	1.2940					
0 - 50 Kwh		Kwh	50.0000	1.0800	0.7900	0.8400	0.8558	1.88%
51 - 350 kwh		Kwh	300.0000	1.2500	1.0000	1.0800	1.1003	1.88%
351 - 600 kwh		Kwh	250.0000	1.3000	1.4100	1.5200	1.5486	1.88%
601 kwh +		Kwh	400.0000	1.5200	1.6600	1.7900	1.8237	1.88%
Approved indigents are subsidized 100% on the first 50 Kwh used								
Departmental consumption								
Unit Charge	279	Kwh	1.2091	1.15	1.51	1.51	1.51	0.00%
Commercial prepaid meters								
Single phase (< 3000 Kwh)		Kwh					1.5180	
Unit charge		Kwh	1 000.0000				1.5180	
Three Phase (Commercial low)								
Unit charge		Kwh						
Commercial single phase (Conventional meters)								
Basic Charge	205	Per Month	366.11	390.00	400.00	400.00	400.00	0.00%
Unit Charge	271	Kwh	0.9202	1.15	1.2800	1.4200	1.5180	6.90%
Commercial Three phase (Conventional meters)								
Basic Charge	205	Per Month	121.50	132.00	400.00	400.00	400.00	0.00%
Unit Charge	272	Kwh	0.9202	1.15	1.2800	1.4200	1.5180	6.90%
Industrial > 100KVA (Reset meters)								
Basic charge	207	Per Month	121.50	150.00	150.00	150.00	150.00	0.00%
Admin charge	210	Per Month	366.11	450.00	450.00	450.00	450.00	0.00%
Demand charge	280	Kwh	118.80	165.00	135.76	146.13	148.88	1.88%
Unit Charge	273	Kwh	0.9192	0.9800	1.0420	1.1216	1.1427	1.88%
Industrial three phase conventional								
Basic charge	205				150.00	400.00	400.00	0.00%
Unit charge	272				1.1097	1.4200	1.4671	3.32%
Farms								
Basic charge	204	Per Month	140.50	140.50	155.00	150.00	150.00	0.00%
Unit Charge	261	Kwh	1.21	1.15		1.42	1.4671	3.32%

2.80  
0.02



# Electricity : Connections/Disconnections

	2013/2014	2014/2015	2015/2016	2016/17	2017/18	Increase
<b>New Connections</b>						
Standard single phase underground up to 60 amp	2 939.52	3 000.00	3 360.00	3 360.00	3 500.00	4.17%
Additional levy per meter above 30 m	56.11	60.00	60.00	60.00	70.00	16.57%
Heavy duty single phase underground service to 30 m length	3 206.74	3 300.00	3 700.00	3 700.00	3 800.00	2.70%
Additional levy per meter above 30 m	66.81	70.00	70.00	70.00	80.00	14.29%
Three phase underground up to 60 amp	4 275.65	4 300.00	4 800.00	4 800.00	5 000.00	4.17%
Additional levy per meter above 30 m	69.48	70.00	70.00	70.00	90.00	28.57%
Installation where the conditions for standard services does not apply	8 118.56	8 800.00	9 800.00	9 800.00	10 000.00	2.04%
Additional levy per meter above 30 m	93.54	100.00	100.00	100.00	100.00	0.00%
Installation of pre-paid meter with ready board supplied by consumer	4 008.42	4 000.00	4 480.00	4 480.00	4 600.00	2.88%
60 A Underground cable supplied by council	3 473.97	3 500.00	3 920.00	3 920.00	4 000.00	2.04%
Standard single phase overhead service to 30 m length plus ready board	1 655.82	1 680.00	1 800.00	1 800.00	1 850.00	2.78%
Standard single phase overhead service to 30 m length plus ready board	3 741.20	3 750.00	4 200.00	4 200.00	4 300.00	2.38%
Additional single phase split-prepayment meter	4 008.42	4 000.00	4 400.00	4 400.00	4 600.00	4.55%
Additional three phase prepayment meter	1 469.77	1 500.00	1 680.00	1 680.00	1 750.00	4.17%
<b>Replacement of meters due to damage and tampering:</b>						
Single phase (Conventional and pre-paid)	2 271.45	2 300.00	2 500.00	2 500.00	2 800.00	12.00%
Three phase (Conventional and Pre-paid)	4 542.89	4 550.00	5 000.00	5 000.00	5 000.00	0.00%
Plus	892.62	1 325.00	1 400.00	1 400.00	1 490.00	6.43%
Penalty based on 1000 units consumption	160.33	160.00	180.00	180.00	180.00	0.00%
Reconnection fee						
Connection of service cable supplied by the consumer's contractor	1 547.38	1 550.00	1 700.00	1 700.00	1 700.00	0.00%
Replacement and connection of cable that was removed due to non payment.	982.46	1 000.00	1 120.00	1 120.00	1 500.00	33.93%
Replacement of conventional meter with pre-payment meter						
Single phase	2 136.85	2 150.00	2 150.00	2 150.00	2 200.00	2.33%
Three phase	3 929.82	4 000.00	4 000.00	4 000.00	4 200.00	5.00%
Replacement of a 20 amp pre-payment meter	2 446.83	2 500.00	2 500.00	2 500.00	2 500.00	0.00%

Permanent removal of service							
Overhead	374.12	375.00	420.00	420.00	420.00	420.00	0.00%
Underground	935.32	935.00	1 000.00	1 000.00	1 000.00	1 000.00	0.00%
Removal and disconnection of meter	400.85	400.00	420.00	420.00	420.00	420.00	0.00%
Reconnection of meter	160.33	160.00	180.00	180.00	180.00	180.00	0.00%
Temporary disconnection on consumer's request	400.85	400.00	420.00	420.00	420.00	420.00	0.00%
Reconnection after temporary disconnection							
- On consumer's request	400.85	400.00	420.00	420.00	420.00	420.00	0.00%
- On account of non-late payment	400.95	400.00	420.00	420.00	420.00	420.00	0.00%
Call out for interruption of electricity on account of a fault in the consumer's installation							
During working hours - rural	362.75	400.00	420.00	420.00	420.00	420.00	0.00%
During working hours - town	290.21	300.00	330.00	330.00	330.00	330.00	0.00%
After hours - rural	483.67	500.00	550.00	550.00	550.00	550.00	0.00%
After hours - town	411.13	400.00	450.00	450.00	450.00	450.00	0.00%
Test of meter (repayable if faulty)							
Single phase	213.80	250.00	280.00	280.00	280.00	280.00	0.00%
Three phase	347.40	350.00	400.00	400.00	400.00	400.00	0.00%
Maximum demand	1 229.25	1 500.00	1 600.00	1 600.00	1 600.00	1 600.00	0.00%

#### Traffic department

Closing of street	2013/2014	2014/2015	2015/2016	2016/17	2017/18	Increase
Escorts per event (excluding political and welfare organisations)	519.27	800.00	850.00	850.00	700.00	
All fines and other tariffs as prescribed by provincial legislation					1 000.00	17.65%

new

#### Fire Brigade

Call out charges	2013/2014	2014/2015	2015/16	2016/17	2017/18	Increase
Within municipal area	357.62	350.00	500.00	500.00	500.00	0.00%
Outside municipal area	605.98	600.00	1 000.00	1 000.00	1 000.00	0.00%
Use of service per hour (calculated from the time of departure until the time back at the station) Use of service per hour (Calculated from the time of departure until the time back at the station)	Cost + 15%	Cost + 15%	Cost + 15%	Cost + 15%	Cost + 15%	
Use of any material other than water	Cost + 15%	Cost + 15%	Cost + 15%	Cost + 15%	Cost + 15%	
Use of water per kl or part thereof @ Bussiness tariff						
Use of portable pump per hour	127.16	200.00	250.00	250.00	250.00	0.00%

#### Cemetery Fees

Bothaville & Wesselsbron cemeteries	2013/2014	2014/2015	2015/16	2016/17	2017/18	Increase
1,8 m single grave	842.39	900.00	900.00	1 000.00	1 000.00	0.00%
1,8 m double grave	1 658.88	1 800.00	1 800.00	2 000.00	2 000.00	0.00%
2,4 m grave	1 112.59	1 200.00	2 000.00	2 000.00	2 000.00	0.00%
Reserve Grave Space	2 119.78	2 000.00	2 000.00	2 000.00	2 000.00	0.00%
Kgothong and Monyakeng						
Children	190.71	200.00	200.00	300.00	400.00	33.33%
Adults	206.53	250.00	300.00	400.00	600.00	50.00%
Reserve Grave Space	2 119.78	2 000.00	2 000.00	2 000.00	2 000.00	0.00%



# Caravan Parks

Caravan and camping sites per day or part thereof	2013/2014	2014/2015	2015/16	2016/17	2017/18	Increase
With facilities	127,16	150,00	150,00	160,00	160,00	0,00%
Per person camping per day	20,00	20,00	20,00	20,00	20,00	0,00%

## Halls and facilities

	2013/2014	2014/2015	2015/16	2016/17	2017/18	Increase
<b>Bothaville and Wesselsbron</b>						
Main Hall	794,70	850,00	900,00	900,00	900,00	0,00%
For eight hours or less	1 271,53	1 350,00	1 400,00	1 500,00	1 500,00	0,00%
Deposit: Residents	2 384,11	2 400,00	2 450,00	2 500,00	2 500,00	0,00%
Non-residents						
Side Hall	317,88	350,00	400,00	400,00	400,00	0,00%
For eight hours or less	794,70	850,00	900,00	900,00	900,00	0,00%
Deposit: Residents	1 589,41	1 650,00	1 800,00	1 800,00	1 800,00	0,00%
Non-residents						
Kitchen	238,41	250,00	300,00	300,00	300,00	0,00%
Rental of Kitchen & Facilities						
Monthly rental of main hall or side hall	12,72	15,00	15,00	15,00	15,00	0,00%
Per hour						
Deposit equal to one months rental						
<b>Monyskong and Kgotsong</b>						
For eight hours or less	476,82	500,00	550,00	550,00	550,00	0,00%
Deposit: Residents	596,29	600,00	700,00	700,00	700,00	0,00%
Non-residents	1 192,06	1 200,00	1 500,00	1 500,00	1 500,00	0,00%

50% discount on all the above tariffs in respect of Charitable and religious organisations

A cancellation fee amounting to 40% of the total fee for the hiring of a hall and equipment will be payable if the booking of a hall is cancelled

Rental of sport stadiums					
Per week day	397,35	450,00	480,00	500,00	500,00
Per day for schools	238,41	250,00	280,00	280,00	280,00
Saturdays and Sundays	715,23	750,00	800,00	800,00	800,00
Cleaning Deposit	556,29	600,00	1 000,00	1 000,00	1 000,00
					0,00%

#### Town Development and properties

	2013/2014	2014/2015	2015/16	2016/17	2017/18	Increase
<b>Building Plans</b>						
Kgotsoana and Monyakeng	143,05	150,00	170,00	180,00	180,00	0,00%
Residential: Additions	198,68	200,00	220,00	240,00	240,00	0,00%
New Buildings	206,63	250,00	280,00	300,00	300,00	0,00%
Business: New Buildings				200,00	200,00	0,00%
: Additions						
: Alterations						
<b>Bothaville and Vesselsbron</b>						
Residential: Additions	238,41	250,00	280,00	280,00	280,00	0,00%
New Buildings	317,86	350,00	380,00	380,00	380,00	0,00%
Business: New buildings	397,35	450,00	500,00	500,00	500,00	0,00%
: Additions				350,00	350,00	0,00%
: Alterations	397,35					
Swimming pool	79,47	80,00	80,00	80,00	80,00	0,00%
Radio mast	79,47	80,00	80,00	80,00	80,00	0,00%
Minor building work as defined in SABS 0400-1990	79,47	80,00	80,00	80,00	80,00	0,00%
Carport/awning	79,47	80,00	80,00	80,00	80,00	0,00%

#### SUBDIVISIONS, CONSOLIDATIONS AND REZONING

CATEGORY 1 APPLICATIONS							
Township Establishment			2014/2015	2015/16	2016/17	2017/18	Increase
Single	0-500				20,00	20,00	0,00%
	501-1000				15,00	15,00	0,00%
	1001 and more				10,00	10,00	0,00%
Group	0-500				1,00	1,00	0,00%
	501-1000				13,00	13,00	0,00%
	1001 and more				11,00	11,00	0,00%
	0-500				2,00	2,00	0,00%
Business & Other	501-1000				20,00	20,00	0,00%
	1001 and more				R 13,00	R 13,00	0,00%
Industrial	0-500				R 20,00	R 20,00	0,00%
	501-1000				R 18,00	R 18,00	0,00%
	1001 and more				R 11,00	R 11,00	0,00%
Rezoning					R 1 400,00	R 1 400,00	0,00%
Removal, amendment or suspension of restrictive title conditions					R 1 200,00	R 1 200,00	0,00%
Amendment of general plan					R 2 000,00	R 2 000,00	0,00%
Permanent closure of public space					R 2 000,00	R 2 000,00	0,00%
Consent use					R 680,00	R 680,00	0,00%
Subdivision					R 1 000,00	R 1 000,00	0,00%
per additional portions after 5th					R 1 000,00	R 1 000,00	0,00%
Consolidation					R 1 000,00	R 1 000,00	0,00%
per additional portions after 5th					R 1 000,00	R 1 000,00	0,00%
CATEGORY 2 APPLICATIONS					R 1 000,00	R 1 000,00	0,00%
Subdivision					R 1 000,00	R 1 000,00	0,00%
per additional portions after 5th					R 1 000,00	R 1 000,00	0,00%
Consolidation					R 1 000,00	R 1 000,00	0,00%
per additional portions after 5th					R 1 000,00	R 1 000,00	0,00%
Consent use					R 680,00	R 680,00	0,00%
Removal, amendment or suspension of					R 1 200,00	R 1 200,00	0,00%

restrictive title conditions						
GENERAL						
Appeal on decision				R 3 000,00	R 3 000,00	0,00%
Application to operate business on residential site (Mix)				R 400,00	R 400,00	0,00%
Plan scanning/copy				R 80,00	R 80,00	0,00%
Borrowed plans/copy				R 80,00	R 80,00	0,00%
Boundary beacon identification				R 40,00	R 40,00	0,00%
General plan/infrastructure plan copy				R 55,00	R 55,00	0,00%



**Works department (Sundry Tariffs)**

Rental of Vehicles and machinery (per hour)	2013/2014	2014/2015	2015/16	2016/17	2017/18	Increase
Grader	397,35	500,00	550,00	600,00	600,00	0,00%
Front-end Loader	397,35	500,00	550,00	600,00	600,00	0,00%
JCB	397,35	500,00	550,00	600,00	600,00	0,00%
Roller	316,01	350,00	380,00	400,00	400,00	0,00%
Buildozer	556,29	650,00	700,00	700,00	700,00	0,00%
Trucks	397,35	500,00	550,00	600,00	600,00	0,00%
Compressor	238,41	300,00	350,00	400,00	400,00	0,00%
Tractor	238,41	300,00	350,00	400,00	400,00	0,00%
Electricity Fault Finder	317,88	450,00	550,00	600,00	600,00	0,00%
Removal of Building Material (per load)	397,35	800,00	1 000,00	1 000,00	1 000,00	0,00%
Cleaning / Cut of even:						
Large even > 750 m2	794,70	1 200,00	1 500,00	1 500,00	1 500,00	0,00%
Small even	556,29	600,00	650,00	700,00	700,00	0,00%
Gravel & Ground (6 m2)						
Gravel	190,72	250,00	300,00	300,00	300,00	0,00%
Ground	190,72	250,00	300,00	300,00	300,00	0,00%
Delivery Charge	476,82	600,00	650,00	700,00	700,00	0,00%

**General tariffs**

	2013/2014	2014/2015	2015/16	2016/17	2017/18	Increase
Clearance certificates	87,42	100,00	100,00	100,00	160,00	60,00%
Valuation certificates	156,94	160,00	160,00	160,00	160,00	0,00%
Duplicate documents per document	7,30	8,00	10,00	10,00	10,00	0,00%
Specified account and duplicate account requested by client	6,35	7,00	10,00	10,00	10,00	0,00%
Posters – Deposit	397,35	400,00	500,00	500,00	500,00	0,00%
Election posters	1 437,05	1 500,00	1 500,00	1 500,00	1 500,00	0,00%
Rental	1 290,36	1 500,00	1 500,00	1 500,00	1 500,00	0,00%
Refundable deposit	72,10	100,00	100,00	100,00	100,00	0,00%
Removal per poster and banner						
Direction signs	53,45	100,00	100,00	100,00	100,00	0,00%
Accommodation facilities per month per sign						
Permits	31,07	40,00	40,00	50,00	50,00	0,00%
Hawkers Permit						
Stalls permit (front) per day		250,00	250,00	250,00	300,00	20,00%
Stalls permit (back) per day		200,00	200,00	200,00	250,00	25,00%